



MKS PAMP GROUP

Europe / US Market Update

19th September 2017

Range Europe / US Markets
(from Globex open)

18-Sep-17	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1319.35	1319.85	17.6190	17.6490	968.32	971.32	924.05	927.05
HIGH	1320.15	1320.65	17.6280	17.6580	970.80	973.80	939.47	942.47
LOW	1304.85	1305.35	17.0650	17.0950	958.15	961.15	922.60	925.60
CLOSE	1307.55	1308.05	17.1950	17.2250	960.15	963.15	937.60	940.60
FFP	3.45	3.55	0.0450	0.0550	1.25	2.25	-7.00	-3.00
LBMA Prices	AM	PM	17.53		AM	PM	AM	PM
	1314.40	1312.10			968.00	960.00	936.00	931.00
Active Contract	<u>GCZ7 Comdty</u>		<u>SI27 Comdty</u>		<u>PLV7 Comdty</u>		<u>PAZ7 Comdty</u>	

MACRO

- US equities were higher on the back of a strong performance from the financial sector.
- The Dow added 63.01 points to 22,331.35, the S&P 500 gained 3.64 points to 2,503.87, while the Nasdaq rose 6.17 points to 6,454.639.
- There were wins for financials (+1.02%) and materials (+0.58) while utilities (-0.98%) led the laggards.
- The US dollar index rallied 0.16% to 92.019, the EUR traded down to 1.1923, while USD/JPY traded up to 111.63.
- US treasury yields were higher, 2 year yields increased 1.24 bps to 1.3927%, while 10 year yields put on 2.82 bps to 2.2305%.
- European shares were higher, the EuroSTOXX 600 advanced 0.33%, the German DAX added 0.32%, while the UK FTSE tacked on 0.52%.
- Oil prices were mixed, Brent lost 0.31% to \$55.45 while WTI remained unchanged at \$49.89.
- Base metals were broadly higher, with zinc (+2.21%) leading the gains.
- In US economic data, the NAHB housing market index fell 3 points to 64 in September from a downwardly revised 67 in August.

PRECIOUS

- Precious complex drifting lower on relative strength in equities and the dollar ahead of Wednesday's FOMC announcement.
- Gold opened at \$1318 in Asia and remained within a \$3 range throughout the session.
- The SGE premium remained above \$6 and we saw decent buying out of China, but the rising USD/JPY capped the market around the previous days low.
- The yellow metal started the drift lower during London AM and continued steadily through the NY open to the days low of \$1304.
- Rough night for silver as the grey metal dropped 2.8% to a low of \$17.07.
- Palladium was the lone bright spot, climbing an impressive \$15 to finish at \$937.
- The Philadelphia gold and silver lost 1.75%.
- The SPDR gold trust bought 162koz overnight.



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PRE-ASIA COMMENTS

- Gold edging higher in early Asian trade.
- Ahead today:
 - US Housing Starts
 - US Building Permits
 - US Import Price Index
 - US Current Account
 - EU Current Account
 - EU Construction Output
 - EU ZEW Economic Sentiment Index
 - Germany ZEW Economic Sentiment Index

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